The A. F. of L. Weekly News Service gives a brief summary of important matters affecting labor, occurring in the industrial, legislative and judicial fields, and such other information that will benefit the trade union movement.

AMERICAN FEDERATION OF LABOR

WEEKLY NEWS SERVICE

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Too long denial of guaranteed right is sure to lead to revolution.—Ulysses S. Grant.

WHOLE NO. 1105. WILLIAM GREEN, President WASHINGTON, D. C., SATURDAY, JUNE 11, 1932 FRANK MORRISON, Secretary VOL. 22, NO. 14.

$2,290,000,000 Bill to Relieve Unemployment Passed by House

Garner Measure Provides $100,000,000 for Direct Relief—Balance for Public Works and Loans to States, Counties and Municipalities—Includes Provision for Five-Day Week.

Washington.—The House of Representatives passed the Garner $2,290,000,000 unemployment relief bill by a vote of 216 to 187.

The bill, which was given the complete support of the American Federation of Labor, authorizes the expenditure of $2,290,000,000 for the construction of public works, turns $100,000,000 over to President Hoover to be used in direct relief as he deems wise, and permits an increase in the capital of the Reconstruction Finance Corporation from its present $2,000,000,000 to $3,000,000,000.

Broad power would be given to the corporation to make loans to States, counties, municipalities and other political subdivisions for construction projects that will put persons to work.

Loans would also be made to cities to meet any municipal problem, including refinancing of bond issues for the direct relief to the unemployed.

Provision is made for a five-day work week for persons employed on the Federal public works program, so as to give employment to a greater number than would be employed on a five and one-half or six-day week.

Loans could also be made by the Reconstruction Finance Corporation for financing exports of wheat, cotton and agricultural products on long term credits.

Gasoline Tax

A gasoline tax of one-fourth of a cent per gallon would be imposed to bring the Government an estimated revenue of $40,000,000 to cover interest and sinking fund charges on loans for the Federal public works program, so as not to jeopardize balancing the Federal budget.

Leaders of unemployed World War veterans, in Washington demanding immediate cash payment of the soldiers' bonus, were in the House galleries. They broke into applause when the bill was passed.

The bill was sent to the Senate, which already had under consideration the bill sponsored by Senator Wagner of New York authorizing the appropriation of $2,000,000,000 for various form of unemployment relief.

WAGNER $2,000,000,000 RELIEF BILL REPORTED

Washington.—The Senate Committee on Banking and Currency has favorably reported the $2,000,000,000 unemployment relief bill sponsored by Senator Wagner of New York.

Of the total amount, $1,500,000,000 would be loaned to self-liquidating enterprises of States and subdivisions, and $500,000,000 for public works.

LABOR FAVORS 5-BILLION BOND ISSUE, M'GRADY SAYS

A. F. of L. Legislative Representative Declares Huge Public Works Program Is Absolutely Necessary to Provide Work for Idle.

Washington.—Organized labor's approval of a five billion dollar Federal bond issue to finance huge construction projects for the relief of unemployment was expressed by Edward F. McGrady, legislative representative of the American Federation of Labor, in a radio address here.

Stressing the menace of our unemployed army of 10,500,000 workers with 7,000,000 more working only one to two or three days a week, Mr. McGrady said:

"The money raised by this bond issue would be used for useful public works by State and local public works. Plans have already been drawn for public works calling for an expenditure of $500,000,000, so that if we had this $5,000,000,000 bond issue, public works could get started at once and then be enlarged upon. Not less than 2,500,000 people would be put to work at once, probably more.

"Vast quantities of material would be needed; men would be put to work in our mines, quarries, fabricating factories, supplying new machinery, tremendous orders for steel, iron and cement, architects would be put to work, clerical help would be enlarged and this new spending power of these people being put to work would mean that more money would be spent among the professional people of the country and the farmers. Could these bonds be sold? Most emphatically, yes.

"If you approve of this bond issue, I recommend that you, the American citizens, raise your voices so that they will be heard and listened to. But you've got to do it quickly, you've got to do it now, so that the President of these United States and Congress shall know how you feel about it. Tell them to stop talking and start working."

FORCED WORK IN SOVIET EXPORT LUMBER INDUSTRY

Two American Investigators Find No Compulsory Labor in Archangel District—Piecework Wages with Government Living Quarters.

Moscow.—Two Americans, Spencer Williams, Moscow representative of the American-Russian Chamber of Commerce, and Myron G. Dell, who emigrated from here to a resident of Moscow for some time, after an investigation of the Archangel timber district, made affidavits that they could see no signs of convict or forced labor in the felling, cutting and loading of lumber destined for export to the United States and other countries.

The affidavits referred only to the places which they visited. They made the investigation on the invitation of the Exporting, the Soviet timber exporting trust, and were accompanied by the Moscow correspondent of the New York Times.

The party visited all oranches of the industry from the forests to the ships. The workers were mostly young persons, between 15 and 25 years old, recruited from the peasantry from the neighboring villages and the collective farms, who leave the farms during the slack period in August to work in the Archangel and vicinity. They are paid on a piecework basis with living quarters provided by the Government.

The investigators found no guards, barbed wire or machine guns. The workers were reported as unanimous in agreeing that they were working on their own free will and could leave whenever they liked. They said: "It's Soviet Russia every one must work if he wants to earn a living—that is the only forced thing about our labor."

Ladies' Garment Workers Prepare for Big Strike

New York.—The International Ladies' Garment Workers' Union continued its preparations for the expected strike in the garment industry. David Dubinsky, secretary-treasurer of the union, and Isidore Nagler, member of the Joint Board, declared that the issues at stake are piece work, demanded by the employers, and limitation of contractors, demanded by the union.

Both speakers declared the union would never accept the piece-work and Small Manufacturers' Council of Cloak and Suit Manufacturers. The union leaders told the shop chairmen to be on their guard against any attempt of employers to introduce the piece-work system. The old agreement with the employers had already expired.

FEDERAL CONTROL OF SOFT COAL INDUSTRY NECESSARY

President Lewis of United Mine Workers Tells Senate Committee the Miners Are Living in Misery—Operators Have No Code of Ethics.

Washington.—John L. Lewis, president of the United Mine Workers of America, told the Senate Manufactures Mining subcommittee that the Davis-Kelly Bill for Federal regulation of the bituminous coal mining industry "represents the minimum degree of legislation necessary to lift this industry out of the quicksand in which it finds itself. The industry is bogged-it. Its people are in misery and it is asking for a helping hand."

He said that "collectively the mine operators are the most inefficient group in American enterprise and they have no ethics. They are simply engaged in a struggle to continue in business and maintain their existence." He asserted that to do this they "sell the blood and sinew and bone of the human men who engage in industry, and sell the future of their children."

The testimony of Mr. Lewis came at the hearings on the bill which the Senate Mines and Mining subcommittee under the chairmanship of Senator Hatfield of West Virginia, had held for nearly three months.

The Davis-Kelly bill is supported by the American Federation of Labor.

ROOSEVELT OFFERS FARM AID TO THE UNEMPLOYED

Sponsors Plan to Have Jobless Raise Their Own Food and Lessen Cost of Unemployment Relief.

Albany, N. Y. Governor Roosevelt formally put into effect the farm relief the state use abandoned farms to put the unemployed to work caring for themselves.

"Any person or family now receiving work or some relief and wants to go back to the farm," the Governor said, "should communicate with the local relief bureau or welfare office. He explained that the plan is not a "back to the farm" program, but merely a temporary measure to lessen the cost to cities of unemployment relief. He said that it also gave the workers a chance to be partially self-sustaining.

Chairman Harry L. Hopkins of the Temporary Emergency Relief Administration in New York City, said that "nobody believes that all of the unemployed going to the farms will become self-supporting but we do believe that they can live with much less public relief than they are now receiving. It is important to remember that these people are not going into competitive farming. They will raise food for themselves and their families, and not produce for sale in the market."

The plan for the unemployed was begun in New York last fall after a special commission of the Legislature approved the Roosevelt suggestion. The Legislature appropriated $1,000,000 annually to provide wages for emergency public construction and direct assistance, including fuel, clothing, fuel, rent and medical attention. Next November the State will vote on a $30,000,000 bond issue to continue the State aid.

Washington Fireman Loses Fight to Hold Two Jobs

Washington.—The Court of Appeals of the District of Columbia sustained the regulations of the Commissioners preventing firemen from engaging in gainful occupation when off duty.

A member of the fire department brought suit in 1930 asking for an injunction preventing the Commissioners from enforcing the order. The lower court granted the injunction. The District appealed the decision, and the Appeals Court reversed the decree of the lower court.

The decision said that firemen must be available in the department at all times, and that the Commissioners' order was undoubtedly valid in regard to them. It was pointed out, however, that in certain other District employment groups there would be an encroachment on the private rights of the individual and the courts might justly relieve the situation.

Tobacco Monopoly Planned By Government of Uruguay

Montevideo, Uruguay.—The Minister of Finance sponsored a project for a tobacco monopoly to include manufacture, purchase, sale for exportation of tobacco and cigarettes by the State, according to a report by Leslie R. Reed, consul general at Montevideo, States here. The monopoly would be administered by the recently created National Administration of Industries, which also handles alcohol, combustibles, cement and other commodities.

The Government declares that by the tobacco monopoly it expects to increase the revenue of the State through the elimination of private business in tobacco in favor of the Government's enterprises, decrease payments abroad for tobacco, stop smuggling of contraband tobacco into Uruguay, and to encourage the domestic growing of tobacco.

10,634,000 JOBLESS IN UNITED STATES

President Green of A. F. of L. Says Unemployed Will Hold Members of Congress Responsible for Refusal to Pass Relief Legislation — Explains New Estimate Increasing Jobless Over 2,500,000.

Washington.—"There were more than ten and a half million persons out of work in the United States in March, 1932, according to our new estimate of unemployment," declared William Green, president of the American Federation of Labor, in a statement on the unemployment situation, based on figures collected by various departments of the United States Government.

"This is more than one-fifth of those normally at work for pay.

"These two millions of unemployed are looking to Congress for help.

"They want work.

"They are impatiently looking for plans that will provide them with opportunity to earn a living.

"They will vote in the November election.

"The measuring rod labor will apply to legislative records is influence in creating jobs.

"One-fifth of those normally earning incomes by work are prevented from producing the wealth that would pay their incomes.

"They are living on the proceeds of past work or on charity.

Poverty Starves Millions

"Poverty is starving these millions physically and mentally.

"Vital questions are dominating discussion in homes and meeting places all over the country.

"Deep-seated unrest is everywhere apparent.

"Men and women are near desperation.

"They ask for the opportunity to earn their daily bread.

"The increase in credit and decrease in bank failures mean nothing to them if jobs are not forthcoming as a consequence, a Financial institutions are for service.

New Basis for Unemployment Estimate

In explaining the new method of estimating the number of jobless which increased the total number of unemployed by over 2,500,000 a month for the first three months of the present year, Mr. Green said, in part:

"The American Federation of Labor has been publishing each month an estimate of the number of persons out of employed in the United States based on reports of unemployment from trade unions.

"After careful study we found that unemployment in trade unions was much more rapidly among the unorganized than among union workers.

"We have therefore made a new estimate of unemployment on employment index published by the United States Government applied to the figures for gainful workers in the United States census of 1930.

"The resulting figures show 6,834,000 persons laid off since April 1, 1930.

"Adding the number unemployed according to the April, 1930, unemployment census to the number estimated seeking work for the first time since then, we have the total number out of work in March, 1932, 10,634,000.

"We feel sure that this is a conservative estimate.

Government Unemployment Figures

In reaching the estimate Mr. Green pointed out that the number of the 15,000,000 persons scheduled as employed by Government indexes in March, 1932.

The Government publishes monthly statements of unemployment covering 15,000,000 persons. Of these, around 13,200,000 persons are in occupations where employment has changed very little since the 1930 census. In the service industries, including 400,000 workers, unemployment is estimated from trade indexes. These groups cover 84 per cent of the 15,000,000 employed in March. The remaining 6,000,000 are in trades which are not covered by employment indexes. The method which Green says it is assumed the same employment change obtains as in the other groups.

6,894,000 Laid Off in Two Years

This compilation shows that employment laid off 6,894,000 workers since April, 1930. Similarly, Government employment census showed 2,964,000 persons out of work one week or more in that month. These two items make a total of 9,858,000 unemployed in March, 1932, who were employed before the depression began.

Between April, 1930, population increase has added 778,000 new workers seeking jobs, who are unemployed or have displaced other workers.

Unemployment Increasing Steadily

"These figures," Mr. Green concluded, "make a total of 10,634,000 who work and needing work in March, 1932. The figures for the first three months of 1932 are as follows: April, 1932, 10,000,000; February, 10,528,000; March, 10,634,000.

"Unemployment has increased steadily since January. From March to May unemployment will rise. It has continued to increase as shown both by reports from trade unions and figures of the United States Department of Labor.

"At least 200,000 persons were laid off from April 15 to May 1, and it is probable that unemployment in industry is now higher than ever before in history."

Western Electric Cuts Work And Wages to Help Depression

New York.—Officials of the Western Electric Company issued a wage cut decree of ten per cent for all of the company's employees. The cut took the form of the four-and-one-half-day week in place of the five-day week with corresponding reductions in pay. The company's plants are located in Chicago, Ill., Kearny, N. J., Point Breeze, Md., and Queensboro, N. Y.

The Western Electric Company is owned by the American Telephone and Telegraph Company, whose president is Walter S. Gifford. Mr. Gifford is also the Director of President Hoover's Committee on Unemployment Relief.

Cutting wages by means of part-time work with part-time pay is the Electric Company's favorite method of unemployment relief. Its cure for the business depression caused by lack of buying power among the wage earners is to still further decrease the buying power by slashing. Mr. Gifford is the expression of the identity of interest which it is sometimes claimed exists between those who own and control industry and those who perform the useful work.

Voluntary Action Is Fundamental In Labor Movement, Woll Declares

Superiority of Economic to Political Power, Non-Partisan Political Action, Denial of Class Struggle, and Benefits of Union-Management, Cooperation Also Cited as Basic Principles of American Federation of Labor.

New York.—Voluntary action, supplemented by economic organization, political power, non-partisan political action instead of independent political party efforts, and the denial of the class struggle between capital and labor were emphasized as the four outstanding principles of organized labor in the United States by Matthew Woll, third vice president of the American Federation of Labor, in a radio address here over the Columbia network on "The Policies of American Labor."

Importance of Labor Policies

Mr. Woll said, in part:

"The policies of American labor have centered about such questions as the remuneration for work done, the length of the working day and the working week, scientific management, the question of technological displacement, injunction, protection against industrial hazards of all kinds, such internal questions as admission to the union, the use of the union label, apprenticeship, and a host of other matters of trade union government.

Voluntary Action

"The principle of voluntary action runs through the whole American labor structure. It is the principle of governance by consent applied to the movement of labor. It provides the basis for autonomy of individual, national and international unions within the American Federation of Labor. It exemplifies the principle of self-government in Labor.

"The American Federation of Labor is the expression of this voluntary association of craft organizations. It has no power of its own other than that which is delegated to it voluntarily by its member organizations.

"It is not a superorganization, but a federation of organizations. When it speaks it speaks in the name of all the affiliated units, but it cannot bind them to acceptance of a policy in advance.

Superiority of Economic Organization

"The second characteristic of the American organized labor is the emphasis on economic organization rather than on political power.

"This does not mean that Labor has not used legislation and has valiantly fought for it. It does mean that American labor carefully and cautiously draws distinctions between activities and relationships coming properly within the jurisdiction of government and those rightfully confined to voluntary actions by the varying elements and factors within our economic industrial and social life.

Non-Partisan Political Action

"But Labor's action on political action is not negative, but a positive one. It has no independent political party activities. It believes in non-partisan political action because of the diversity of our people, our Government, and our country.

Non-Partisan Achievements

"Over a period of thirty years labor can point to an economic achievement that has grown in power and influence. And it can point as well to genuine success in its non-partisan program. In 1928 labor endorsed 22 candidates for the United States Senate; labor elected 11 of them. In 1930 labor endorsed 28 candidates for the United States Senate, electing 17 of them. In 1931 it successfully prevented the confirmation of the appointment of Judge Parker to the United States Supreme Court upon the issue of the yellow dog contract.

231 Labor Laws Enacted

"On the matter of legislation in the last twenty years labor has succeeded in having Congress enact 231 laws favorable to it, which were prepared by labor and in its interest. And during that same period labor defeated 115 proposed laws, which, if enacted, would have been distinctly detrimental to organized labor and wage earners in general.

"In the last session of Congress alone, 57 laws favorable to labor were enacted. In 1931, the various State Legislatures met and passed 439 laws distinctly favorable to labor and which were prepared, introduced, drafted and furthered by organized labor.

Class Struggle Denied

"The fourth underlying characteristic of the American labor movement is its rejection of the theory of the irreconcilable conflict between capital and labor.

"No one would doubt that there are tens of thousands between labor and the employer from time to time, but this is different from a philosophy that is engaged in class war.

"American labor affirms the mutuality of interests of all concerned in the processes of production.

"This principle of the mutuality of interests is the father of all conferences of the labor movement in countless ways. It expresses itself in the principle of collective bargaining which has been part of the strategy of the labor movement as the Railway Labor Act is now engaging.

Union-Management Cooperation

"Within recent years there has been an extension of the idea of collective bargaining through the development of what is known as union-management cooperation. This represents not only the extension of the cooperative principles, but represents a greater expression of responsibility for the part of labor in the task of management itself.

"Union management as developed in the Baltimore & Ohio Railroad with the active support of the Railway Executives of the American Federation of Labor has performed a most unique experiment in bringing